## Horm 3160-5 (April 2004)

## UNITED STATES DEPARTMENT OF THE INTERIOR

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	FORM
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FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELL Do not use this form for proposals to drill or to re-entographic data and one well. Use Form 3160-3 (APD) for such proposals.  SUBMIT IN TRIPLICATE- Other instructions on reverse side.  1. Type of Well of Well	B. SUNDRY		ATA CODA CONTO			Expires: March 31, 2007
1. Type of   Gas   Well   Other						
2. Name of Operator Parallel Petroleum Corporation  3a. Address  1004 N. Big Spring St., Suite 400, Midland, Texas 79701  4. Location of Well (Footage, Sec., T., R. M., or Survey Description)  At surface 660 FNL and 270 FEL At production zone 669' FNL and 660' FEL, At BHL 760' FNL and 660' FWL, Sec 22, T19S, R21E  11. County or Parish, State Eddy County, NM  12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  TYPE OF SUBMISSION  TYPE OF ACTION  Addidze Alter Casing Fracture Treat Subsequent Report Casing Repair Casing Repair Convert to Injection Plug Back  13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof if the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No. on file with BLMBIA. Required subsequent reports shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)  Change condutor from 20" to 16" at permitted depth of up to 120'. Change surface hole size to 11" and surface casing from 9-5/8" to 5-7/8" hermitted depth of 1500'. Change production hole from 8-3/4" to 7-7/8". Production casing of 5-1/2" 17# N-80 remains the same. See original approved pemit and sundry notice dated 19 JAN 2007.	Do not use to abandoned w	his form for proposals	to drill or to re-e	nte	ļ	
2. Name of Operator Parallel Petroleum Corporation  3a. Address 1004 N. Big Spring St., Suite 400, Midland, Texas 79701  4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  At surface 660' FNL and 270' FEL At production zone 669' FNL and 660' FEL, At BHL 760' FNL and 660' FWL, Sec 22, T19S, R21E  11. County or Parish, State Eddy County, NM  12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  TYPE OF SUBMISSION  TYPE OF ACTION    Acidize	SUBMIT IN TR	RIPLICATE- Other ins	tructions on rever	se side.	7. If Unit o	r CA/Agreement, Name and/or No.
3a. Address   1004 N. Big Spring St., Suite 400, Midland, Texas 79701   3b. Phone No. (include area code)   432/684-3727   10. Field and Pool, or Exploratory Area   11. County or Parish, State   Eddy County, NM   12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA   TYPE OF SUBMISSION   TYPE OF ACTION   Acidize   Deepen   Production (Start/Resume)   Water Shut-Off   Alter Casing   Fracture Treat   Reclamation   Well Integrity   Other   Casing Repair   New Construction   Recomplete   Other   Change Plans   Plug and Abandon   Temporarily Abandon   Temporaril				-		
1. County or Parish, State  At surface 660' FNL and 270' FEL  At production zone 669' FNL and 660' FEL, At BHL 760' FNL and 660' FWL, Sec 22, T19S, R21E  11. County or Parish, State  Eddy County, NM  12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  TYPE OF SUBMISSION  TYPE OF SUBMISSION  TYPE OF ACTION  Acidize  Deepen  Acidize  Deepen  Fracture Treat  Reclamation  New Construction  Recomplete  Change Plans  Plug and Abandon  Temporarily Abandon  Temporarily Abandon  Temporarily Abandon  13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereo  If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones  Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BLA. Required subsequent reports shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)  Change condutor from 20" to 16" at permitted depth of up to 120'. Change surface hole size to 11" and surface casing from 9-5/8" to 6-5/8" lat permitted depth of 1500'. Change production hole from 8-3/4" to 7-7/8". Production casing of 5-1/2" 17# N-80 remains the same. See Original approved permit and sundry notice dated 19 JAN 2007.	2. Name of Operator Parallel Pet	roleum Corporation				
At surface 660' FNL and 270' FEL At production zone 669' FNL and 660' FEL, At BHL 760' FNL and 660' FWL, Sec 22, T19S, R21E  11. County or Parish, State Eddy County, NM  12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  TYPE OF SUBMISSION  TYPE OF ACTION    Acidize		100, Midland, Texas 79701		area code)		
TYPE OF SUBMISSION  TYPE OF ACTION    Acidize	At surface	660' FNL and 270' FEL		: 22, T19S, R21E		
Acidize Deepen Production (Start/Resume) Water Shut-Off Subsequent Report Report New Construction Recomplete Change Plans Plug and Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal  13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleted. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)  Change condutor from 20" to 16" at permitted depth of up to 120'. Change surface hole size to 11" and surface casing from 9-5/8" to 8-5/8" at permitted depth of 1500'. Change production hole from 8-3/4" to 7-7/8". Production casing of 5-1/2" 17# N-80 remains the same. See original approved pemit and sundry notice dated 19 JAN 2007.	12. CHECK A	PPROPRIATE BOX(ES) TO	O INDICATE NATUR	E OF NOTICE,	REPORT, OF	R OTHER DATA
Subsequent Report	TYPE OF SUBMISSION		TYF	E OF ACTION		
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)  Change condutor from 20" to 16" at permitted depth of up to 120'. Change surface hole size to 11" and surface casing from 9-5/8" to 5-5/8" at permitted depth of 1500'. Change production hole from 8-3/4" to 7-7/8". Production casing of 5-1/2" 17# N-80 remains the same. See original approved pemit and sundry notice dated 19 JAN 2007.	Subsequent Report	Alter Casing Casing Repair Change Plans	Fracture Treat New Construction Plug and Abandon	Reclamation Recomplete Temporarily	Abandon	Well Integrity
44 1-37		irv notice dated 19 JAN 2007.	-			
	approved pemit and sund  14. I hereby certify that the for Name (Printed/Typed)		1		24	# J-55 3
Deane Burham Title Engineer	approved pemit and sund		1	ngineer	24	# J-55.
Signature Weshel Nurham Date 3-2-07	approved pemit and sund  14. I hereby certify that the for Name (Printed/Typed)  Deane Purham	egoing is true and correct	Title E	3-2-0	9 <del>7</del>	# J-55.
	approved pemit and sund  14. I hereby certify that the for Name (Printed/Typed)  Deane Purham	egoing is true and correct	Title E	3-2-0	9 <del>7</del>	# J-55
Signature August August Date 3-2-07  THIS SPACE FOR FEDERAL OR STATE OFFICE USE  Approved by  Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Approved by  Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant.	egoing is true and correct  L Warden  THIS SPACE FOR  attached. Approval of this notical or equitable title to those rights to conduct operations thereon.	Title En Date 2  R FEDERAL OR S  To be does not warrant or s in the subject lease Or	3 - 2 - 0 <b>FATE OFFIC</b> tte	27 EUSE	PROVED MAR 2 0 2007
Signature Olane Navian Date 3-2-07  THIS SPACE FOR FEDERAL OR STATE OFFICE USE  Approved by  Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Approved by Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant.  Title 18 U.S.C. Section 1001 and Title 18 U.	egoing is true and correct  L Warden  THIS SPACE FOR  attached. Approval of this notical or equitable title to those rights to conduct operations thereon.  le 43 U.S.C. Section 1212, make it	Title End Date 2. The does not warrant or so in the subject lease of tall crime for any person kn	FATE OFFIC  Tate Office  Swingly and willful	27 EUSE	PROVED MAR 2 0 2007
Signature    Carl   Car	Approved by  Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant.  Title 18 U.S.C. Section 1001 and Tis States any false, fictitious or fraudi	egoing is true and correct  L Warden  THIS SPACE FOR  attached. Approval of this notical or equitable title to those rights to conduct operations thereon.  le 43 U.S.C. Section 1212, make it	Title End Date 2. The does not warrant or so in the subject lease of tall crime for any person kn	FATE OFFIC  Tate Office  Swingly and willful	27 EUSE	PROVED MAR 2 0 2007

Form 3160-5 (April 2004)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

### 5. Lease Serial No.

SUNDRY N	IOTICES AND REPO	RTS ON WEL	LS	NM NM	103571
Do not use this	form for proposals to ( Use Form 3160-3 (AP	drill or to re-ei	nter an	6. If Indian,	Allottee or Tribe Name
SUBMIT IN TRIP	PLICATE- Other instruc	ctions on revers	se side.	7. If Unit or 0	CA/Agreement, Name and/or No.
1. Type of Well Oil Well	Gas Well Other			8. Well Nam	e and No.
2. Name of Operator Parallel Petrole	eum Corporation				1921-22 Federal #1
3a. Address	3	b. Phone No. (include	area code)	30-015-3	
1004 N. Big Spring St., Suite 400  4. Location of Well (Footage, Sec., T.,	<u> </u>	432/684-3727		10. Field and	Pool, or Exploratory Area
· -	IL and 270' FEL	NL and 660' FWL, Se	ec 22, T19S, R21E		r Parish, State
12. CHECK API	PROPRIATE BOX(ES) TO I	NDICATE NATUR	E OF NOTICE, RE	PORT, OR	OTHER DATA
TYPE OF SUBMISSION		TYP	E OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize  Alter Casing  Casing Repair  Change Plans  Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Star Reclamation Recomplete Temporarily About Water Disposal	ŕ	Water Shut-Off Well Integrity Other
determined that the site is ready  Originally permitted for a  Change plans to eliminate	al Abandonment Notices shall be fil for final inspection.) Morrow test and a north-south Morrow test and go directly to ame. Penetration point and BE	horizontal secondar	y target in the east h tal well. Change spa	alf of section. cing unit dedi or the N/2 32	icated to the N/2 of section 22. Ø acres. See Form C-102 and
14. I hereby certify that the fore Name (Printed/Typed) Deane Durham	going is true and correct	Title B	ingineer		
Signature A Rane A	Kirkam	Date	19 JAN	200-	7
	THIS SPACE FOR F	EDERAL OR S	TATE OFFICE	USE	<del></del>
Approved by  Conditions of approval, if any, are a certify that the applicant holds legal which would entitle the applicant to  Title 18 U.S.C. Section 1001 and Title States any false, fictitious or fraudul	or equitable title to those rights in conduct operations thereon.  43 U.S.C. Section 1212, make it a	oes not warrant or the subject lease	Office		Date  y department or agency of the United

DISTRICT I 1625 N. French Dr., Hobbs, NM 86240

State of New Mexico Energy, Minerals & Natural Resources Department

DISTRICT II
1301 W. Grand Avenue, Artesia, NM 88210

OIL CONSERVATION DIVISION 1220 South St. Frances Dr.

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III Santa Fe, NM 87505 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 ☐ AMENDED REPORT

Ari	Number		Pool Code Pool Name						
Property Code Property Name Well Number TOY BOX 1921-22 A FEDERAL 1						iper			
ogrid No	o.		PAI	Operator Name Elevation PARALLEL PETROLEUM CORPORATION 4252'					
Surface Location									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Α	22	19 S	21 E		660	NORTH	270	EAST	EDDY
Bottom Hole Location If Different From Surface									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	22	19 S	21 E		760	NORTH	660	WEST	EDDY
Dedicated Acres   Joint or Infill   Consolidation Code   Order No.									
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION									
760,						o 4235.7° Q	P3	OR CERTIFICA	rue and complete to

(BHL) 	S 88'40'25" W	_Producing	(SL) 2701 (PP) 390.1° 4254,4' 4264.8	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the test of my humologic and belief, and that this expensation either come a working interest or unlessed mineral interestin the lead incitating the proposed bettem hate leading or has a right in drill this soil at the leating paramet to a contract with an owner of such a mineral or verticing interest, or to a woluntary pooling agreement or a computary pooling order hereinforce entered by the district.  If I TAN 2007 Signature Date Deane Durham Printed Name
		Area	İ	
				SURVEYOR CERTIFICATION
Bottom Hale Location Plane Coordinate X = 360,102.5 Y = 600,828.5 Geodetic Coordinate	Project Area	Penetration Point Plane Coordinate X = 364,045.7 Y = 600,919.8 Geodetic Coordinate	Surface Location Plane Coordinate X = 364,435.6 Y = 600,928.8 Geodetic Coordinate	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief.
Lat. 32*39'03.44" N Long. 104*47'16.30" W (NAD '27)		Lat. 32°39'04.51" N Long. 104°46'30.19" W (NAD '27)	Lat. 32°39'04.62" N Long. 104'46'25.63" W (NAD '27)	July 19, 2006  Date of Survey  LVA
Coordinate System", Ne	form to the "New Mexico w Mexico East Zone, North			W.O. Num. 2006-0761
mean horizontal surface	Distances shown hereon are values.	! 		Certificate No. MACON McDONALD 12185

### SURVEY CALCULATION PROGRAM PETROLEUM CORPORATION OPERATOR: Parallel Petroleum Corporation Supervisors: Toy Box 1921-22 Federal #1 WELL: LOCATION: N/2 Sec. 22 T-19-S R-21-E API NUMBER: **COMMENTS:** MAG DEC.(-/+) GRID CORR.(-/+) TOTAL CORR.(-/+) 0.0 ~ DATE: 01/19/07 TIME: 3:29 PM TRUE TO GRID MINIMUM CURVATURE CALCULATIONS(SPE-3362) PROPOSED DIRECTION 270.0 TARGET TRACKING TO CENTER SVY GRID **VERT** DLS/ ABOVE(+) RIGHT(+) BELOW(-) LEFT(-) NUM MD INC AZM TVD SECT N-S E-W 100 TIE 0.0 0.0 0.0 0.0 0.0 0.0 3965 0.0 0.0 3965.0 0.0 0.0 0.0 1 0.0 425.0 0.0 2 3975 1.4 268.7 -0.1 3975.0 0.1 0.0 13.5 415.0 0.0 3 3985 2.7 268.7 3985.0 0.5 0.0 -0.5 405.0 0.0 13.5 90.0 268.7 4 4633 4390.2 425.2 -9.8 -425.2 13.5 -0.2 -9.8 5 8529 90.0 268.7 4390.2 4320.1 -100.0-4320.1 0.0 -0.2 -100.0

KOP @ 3965' MD BUR = 13.5 DEG per 100 FT End Curve @ 4633' MD, 4390' TVD BHL @ 8529' MD, 4390' TVD, 4320.1' VS

## Parallel Petroleum Corp.

COMPANY DETAILS

Parallel Petroleum Corp. 1004 N. Big Spring, Ste 400 Midland, Texas 79701

Toy Box 1921-22 Federal #1 N/2 Sec. 22, T-19-S, R-21-E Eddy County, New Mexico

East(+)/West(-) (200ft/in)



